tailed report on page 5.

NO. 5387

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WASHINGTON, D. C., FRIDAY, AUGUST 5, 1921.-SIXTEEN PAGES

By J. N. Darling.

COME ON LET'S

HURRY . BEFORE ANYBODY CHANGES

THEIR MIND

ONE CENT

JAPS PROPOSE AGREEMENT ON YAP DISPUTES

Hope to Remove Source of Friction in Path of Peace.

ENVOY HERE MAKES FIRST ADVANCES

Great Britain Approves Armistice Day for Conference.

cial Cable to The Washington Herald and United News.) By ROBERT J. BENDER.

The United States and Japan have started clearing the way for a frank discussion of the Far Eastern problems now a source of friction in the path of the world peace.

Japan, through Ambassador Shide hara here, has submitted a proposal for a settlement of the Yap mandate question and there is reason to believe that this troublesome is sue will be out of the way before the conference on armament limitation and Pacific problems. The Japanese advance on this subject eally marks the beginning of discussions "in regard to the agenda" hat Secretary Hughes expres willingness to take up before the international conference meets. should it not be settled in November, this government will decline to eliminate it from the scope of Far Eastern questions to be taken up at he conference.

Britain Favors November 11. Great Britain has approved No-

ember 11, Armistice Day, as the iate upon which the conference may open. If the other powers concerned acquiesce in this date it will mean that there will be three full months for the United States to clear up different pending international prob ems, as well as reaching an agenda understanding with Japan in regard to strictly Far Eastern agenda agreement will prob ably develop into the most difficult of the pre-conference undertakings, or the American government regards not only Yap, but also the Shantung agreement the question of the open door in China and the situation growing out of Japanese activities in Siberia as coming within the scope of the conference liscussion if they are not disposed

Whether the final settlement of a peace basis with Germany is effected before the disarmament conference meets, depends very largely upon negotiations now under way between the United States, the Allies and getting the treaty basis definitely in form and ready for prompt negotia-tion before he announces the nature of the peace document itself.

German Peace Pact.

While the separate pact the adsailles treaty+it is not regarded as having any connecting link what-ever with the forthcoming disarmathe administration to get it entirely out of the way before the conference

The whole subject of the peace pact with Germany is political, full of dynamite, and, therefore, admindiscuss it until all the facts about it can be told. A published report, however, that there would be merely treaty of amity and commerce, which would ignore specified protection of American rights as estab-lished under the treaty of Versailles was described by a high administra-tion spokesman yesterday as full of serious inaccuracies. The present plan of the adminis-

tration is as outlined in these dis-patches Wednesday. It has not been ed definitely as yet, how ever, whether the separate pact with Germany would have to require formal, as well as informal, sanction of the allied powers to insure adequate lished in the Versailles pact.

SEVERAL KILLED BY GAS BLAST

ALEXANDRIA, La., Aug. lost their lives at Bentley, La., near at Lakehurst. here late yesterday, when a carload of gasoline on a Rock Island freight train exploded when the train was

Tracks were torn up for some distance, and telephone and telegraph wires put out of communi-

BELGIUM OBSERVES

WAR ANNIVERSARY BRUSSELS, Aug. 4.—Seven years

to today Germany tore up "a A public holiday was declared throughout Belgium in memory of the day Germany invaded to strike at France. Church bells tolled all

Insurance Agent Charged With Embezzling Funds

DANVILLE, Va., Aug. 4.—H. C. Atkins, insurance agent, was arrest-ed late last night on his return to the city after an absence of weeks, and held for embezs

of company funds. He gave bond and will be tried tomorrow. He declared today that debts weighing on his mind caused him to drink heavily and gave this as the cause of his absence.

House May Oust Member Who Is In Reserve Corps

Question Right of Con gressman to Hold Officer's Rank.

Representative Roy Fitager-ald, of Ohio, member of the House District Committee, may lose his sent in Congress if pre-cedents of the House are car-ried out, while the rights of a number of other members who are said to hold commissions in the Officers Reserve Corps will be challenged.

the Officers Reserve Corps will be challenged.

This situation arose yesterday when the House passed a resolution of Representative Garrett, of Tennessee, directing the Judicity Committee to investigate the status of Fitsgerald.

The Ohio Congressman is a major in the Reserve Corps. A few days ago be was ordered by the War Department to duty at Camp Knox, Ky., for training purposes. Fitsgerald immeßiately responded to the call, leaving behind him a request for unanimous consent for leave of absence.

Objection, however, was made,

and the House refused the re

and the House refused the request, while in the meantime. Fitzgerald had proceeded to his post at Camp Knox.

The Garrett resolution was based on paragraph 2, section 6, article 1 of the Constitution, which provides that "no person holding any office under the United States shall be a member of either House during his continuance in office."

Democratic members of the committee declare that Fitzgerald automatically vacated his sent in Congress, under the rules and precedents of the House, and insist that he cannot be a member of Congress and an officer in the army at the same time.

96-HOUR TRIP ACROSS OCEAN. U.S. AIR PLAN

Navy Hopes to Beat R-34 Record in Flight of August 25.

From England to the United suspend service, because the lines voring immediate recognition of States in ninety-six bours-four

In July, 1919, the British dirigible R-34, made the first trans-Atlantic nonstop aerial trip in history, go-ing from East Fortune, Scotland, to New York in 108 hours and 12 minutes. The ZR-2, a larger and at a time. Germany. There is reason to believe that Secretary Hughes is desirous of getting the treaty basis definitely in from the present record, provided WORRIES FINANCIES. westerly winds do not prove too comdr. L. H. Maxfield, U. S. N.

can dirigible and its crew of twelve officers and thirty men. His course will be across the North Atlantic if possible, must of necessity, it is stated authoritatively bear either the formal or informal approval of the allied powers—because it will contain many provisions of the Vercentan many provisions ing New York and probably Boston. During this time of year the winds across the Atlantic are from the west and blow with a strength the west and blow with a strength the industrious efforts made by the will arrive on the American coast than an ordinary room. They so with gasoline to spare

ship yet constructed in any country. try of the people surpasses that Her length is 695 feet, her diameter of the white races." engines supply 2,100

Officers on Board.

In addition to Commander Maxfield, the officers aboard on 'the forthcoming journey, will include: Executive officer, Lieut Com-mander E. W. Coil; senior engineer officer, Lieut. Commander V. N. Bieg; navigator, Lieut, R. G. Pen watch officers, Lieutenants W. Hoyt and J. B. Lawrence, U. S. N. R. F.; radio officer, Lieut. M. H. Esterly, U. S. N. R. F.; meterological officer, Lieut. J. B. Anderson U. S. N. R. F.; assistant engineer officer, Chief Machinist S. S. Halltburton; special duty, Lieut. C. A. Tinker, U. S. N. R. F., who will keep a log of the trip to be given Several persons are reported to have to the press upon the ZR-2's arrival

GASOLINE BUS IN DES MOINES

Suspension of Trolleys Causes no Trouble First Day.

FARES FIVE CENTS INSTEAD OF EIGHT

Bankrupt System May Be Permanently Thrown Into Discard.

DES MOINES, Iowa. Aug. 4.-This city of 150,000, the first in America to do away with electric traction and go on a gasoline basis, experi-enced no difficulty on the first day of bus transportation.

of bus transportation.
Street cars quit running at midnight—perhaps forever—on order
of the court, which refused to permit the company to operate at a
less of from \$25,000 to \$30,000 a

Busses, which charged 5 cents fare instead of 8 cents asked by the car company, put the street cars out of business and supplanted them. Seventy-two busses, big om-nibus bodies on 3-ton chasses, cov-ered every street car line in the

Everybody Rides.

Perhaps it was because the people didn't jam the buses at the usual rush hours, but arose early and eased the rush, but everyone rode

to work.

An attempt to rob the defunct car company of its last \$3,000, representing the day's receipts, was frussenting the day's receipts, was trus-trated an hour before the cars stopped. E. E. Hill, a fermer mo-torman, was arrested and charge's with holding sp the cashier. He is said to have confessed.

is said to have confessed.

Des Moines, scattered out over an area of thirty-four square miles, will be done inestimable damage, according to John A. Cavanaugh, president of the Des Moines National Bank. "The omnibus business is the only business that will not be injured." he said. Company Blames Busses.

Electric traction stopped on or-der of Judge Martin Wade, who ap-pointed F. C. Chambers and Homer A. Miller receivers for the street car company and then directed them to

suspend service, over the service, were losing money.
Bicycles, used autos—anything with wheels—were at a premium.

osses, which caused the corporation to go bankrupt. The street car property is to be sold. As yet no property is to be sold. As yet no purchasers have come forth to buy

WORRIES FINANCIER tions."

LONDON, Aug. 4.-Disposal of the Washington disarmament con-ference Frank A Vanderlin Amer-

"I visited Japan about a year of from 15 to 20 miles per hour. In people to feed themselves. Only spite of this handicap, which will about an eighth of the land is ara hold the ship back from 15 to 20 ble. The Japanese cultivate the tint miles an hour, it is believed she est pockets of arable land no bigger gasoline to spare. wheat in rows like peas. 2R-2 is the largest rigid arr-thing is done by hand. T

700,000 cubic feet and she is capa-ble of lifting 83 tons. Six Sunbeam CALIFORNIA PAPER

LOS ANGELES, Aug. 4 .- Suit for \$150,000 damages was on file today against the Los Angeles Evening Express with the "Knights of the Ku Klux Klan, a corporation," appearing as plaintiffs.

The complaint alleged libel in charging the Ku Klux Klan with responsibility for outrages by raiding parties in the South.

MAIL BANDITS GET LOOT OF \$60,000

ST. LOUIS, Mo., Aug. 4.-Three armed bandits today held up Thomas Forloda, postal employe, at Wood-

iver, Ill., near here.
They escaped with a registered mail pouch containing \$60,000

The Herald's Ad-Index

FRIDAY MORNING, AUGUST 5, 1921.

eaders among the local merchants advertise today in The Herald. They offer you exceptional opportunities

The second secon	
Page	Page
Arlington Hotel 4 5	Lansburgh & Brother
Baseball	Meyer's Shops
	Chas. E. Miller, Inc
Capital Supply Co 3, 7, 8	Palais Royal
Chesapeake & Potomac Tel.	Peoples Drug
Co 3	Penn Electric & Gas Co
Claffin Optical 8	Permanent Wave Shop
Colonial School for Girls 5	Wm. Rosendorf
Delta Tours 8	Saks & Co
r. Fitzgerald 9	Selinger
James J. Fradkin 11	R. H. Soulsby
R. B. Fennell 19	The F. H. Smith Co
foldenberg's 7	M. Stein
forning	Sterrett & Fleming
. M. Gidding Co 5	Stag Hotel
The Hecht Co 6	U. S. Shipping Board 11
W. B. Hibbs & Co 11	Wash. Loan & Trust 10
Kann Sons Co 5	Dr. Wright
D. J. Kaufman 8	John C. Wineberger 2, 3
rank Kidwell 3	Woodward & Lothrop 16
Non-1 THE THE WATER TO SELECT THE SECOND	A Lotter op Later of the later

UncleSam's Girls BREAKING HOME TIES_ Vie for Role of TRACTION KING Miss Washington

Rivalry Among Federal Bureaus to Win Signal Honor.

"Miss Washington," the most charming and attractive young woman in Washington, and possibly the United St tes, who is to represent the District of a great pageant and celebration to be held at Atlantic City September 7 and 8, may be a government worker.

The army, navy, the Treasury, the War Risk and ench of the government bureaus believes that the most beautiful girl works in their particular department or bureau and each is very anxious to have the signal homor conferred upon one of their number. The prettiest their number. The prettiest of their number. The prettlest of the government workers are submitting their photographs, or calling at The Herald office so that arrangements may be made to have one taken, and are exhibiting the liveliest sort of interest in winning the high distinction.

distinction.

Whether the government worker will win, or not, remains for the judges to decide. The Federal workers have arrayed against them pretty high school girls and members of the city's avenuer act, all necking. city's younger set, all seeking one of the richest gifts it is possible for a city to confer-the selection as its most repre-sentative young woman.

CONTINUED ON PAGE NINE.

SENATOR FRANCE FOR SOVIET PACT TO BLOCK JAPAN

Lenin and Trotsky Greatest of Statesmen, He Says.

(Cpecial Cable to The Washington Herald and Chicago Tribune.) By GEORGE SELDES,

BERLIN, Aug. 4.-Senator Joseph I. France is going home to introduce a resolution in the Senate fa Russia. One of the reasons for the States navy when the ZR-2, its great new rigid airship, sets sail personate and from work.

The busses are blamed by the Par East, where he fear the fear that the fear th

"Japan's imperialism is pushing the Senator. "Both the American and Russian people hate a policy of the rolling stock and operate the lines under the old franchises. It is possible the property will be sold this America must come to the aid at auction, car at a time, and rail of Russia through recognition and by the restoration of trade and credits so that Russia can rebuild and take its place among the na-

Senator France is the first Ameri will be in command of the Ameri-can dirigible and its crew of twelve most serious problem confronting for many months. At present he is can to visit and return from Russia

necessary." He openly expressed himself as pleased with the Soviet's leaders. that I ever met," he said. that I ever met," he said. "He is a person who unites scientific tradition with tremendous organizing capacity and broadmindedness. At the same time he is naturally plain by the sound, competent and sympathetic person I met. Trotzky is the a great statesman. In America he fice, would be the head of a big corpora-There are no fanatics among the

the Russian leaders. (Copyright, 1921.)

attacked her in his private office to remain during the early evening to receive instructions from
him about opening up a new set of
books. Miss Conlon was employed
as bookkeeper in the syndicate

so's pass books, his jewells and

ing to defray the expenses of her father and aunt with whom she lived, as well as herself, on a vacation trip and to send her a check for \$100 each week until she should secure another position if she elected not to return to the position.

Three More Held in Aid

were arested early yyesterday morn-ing at their homes in connection only beneficiaries, to the exclusion with the harboring of eleven girls of all the others. Giovanni, espewith the harboring of eleven girls who, making a bold dash, escaped from the National Training S.h.c., cased from the National Training S.h.c., cased from the National Training S.h.c., carso quickly reassured all who had been specifically mentioned, saying she would see that they reassured all who had been specifically mentioned, saying she would see that they reassured all who had been specifically mentioned, saying she would see that they have with slavish imitation saying she would see that they have with slavish imitation saying she would see that they have with slavish imitation saying she would see that they have with slavish imitation followed the style ofthe Germans. The three new arrests were Bernard Zeil, 29 years old, 345 I street southwest: Allen D. Porter, 21 yyears old, 136 C street southeast, and Henry C. Robertson, 18 yeyars old, 120 comply with her late husband's to comply with her late husband's wishes.

It appears, however, that litigation cannot be avoided, as it now develops that the making of wills amounted almost to a hobby with arrows, and above all, from beginning fugitives.

Continued on Page Three.

(Copyright, 1921.)

NAPLES HUSHED AS **CARUSO IS BURIED** WITH ROYAL HONOR

Chorus of Great Artists Sings Requiem While Poor Sob Outside.

NAPLES, Aug. 4.-The beloved Naples of Enrico Caruso was given over to grief as the great singer was buried late today with all the honors that King Victor Emmanuel, the Italian government, the aristocracy and the poorest of the could render.

Great Singers There.

Great singers, whose voices command princely prices on the oper atic stage in Italy and America the memory of Caruso-the great est tenor of them all, called b capacity and broadmindedness. At test tenor of them all, called by the same time he is naturally plain and upright. My pre-conceived notion of Trotzky was that he was a blended in a glorious burst of song revenge seeker, a madman and a lover of power. I was astonished in the streets could be heard above the murmur from within the edi-

There was a hush in the streets Vesuvius, where died and lay in state, had the at mosphere of a chapel. King tor Emmanual himself invited Mrs NAMES MILLIONAIRE Caruso to hold the services in the AS HER ATTACKER which never before had been use for funeral services for any NEW YORK, Aug. 4.-Cathering not of nobility or royalty. Conion today filed summons and Queen sent her condolences. So complaint in a suit for \$50,000 dam- did the prine minister for himself ages against Jean B. de Beltrand, and for the government. In the reputed to be a millionaire and short time available, Neapolitan president of the Aircraft Syndicate, laborers working with unwonted zeal had thrown up a large plat Miss Conlon alleges the defendant form to accommodate the unexam ttacked her in his private office pled size of their choir. Also there on July 11, after instructing her had to be a catafalque on which

A day later she avers, the defendant called her up by telephone at her home and apologized, offering to defray the average of the special control of the special great solemnity by a courtofficer in the presence of judicial authori-ties, the widow, Carusos brother Giovanni, and a number of other relatives, some of whom had harbored vain expectations of being

Declared Will Void,

After reading the document, the Given Girl Fugitives cause it was written before the birth of te baby, Gloria, for whom no provision was made. Cons ernation appeared on the countenances eleven persons thus far apprenended, ot all, as this apparently meant that

"VICTIM OF REDS" SHOPS IN BERLIN

When Sh eLearns Son . Is Coming.

BERLIN, Aug. 4.—The most thrilling story that has yet day by Mrs. Marguerite Harrison's joy over a cablegram she has just received. "My son is coming here,"

laughed, as she displayed the message. Mrs. Harrison, arriv-ing here after ten months imonment in Moscow, plunged into a shopping tour. with her was Senator France, of Mary-

fering more or less from famhe declared reports of millions descending on Moscow in search of food were untrue. Many refugees are on the descending march, he said, but the migrawhere there is some grain sur-

bave formed a strong govern-ment and that they have ex-ceptional ability for organisa-

JAPS APE GERMAN PLANS IN ORIENT

Have Continued Building the Seized Teuton Port of Tsingtao on Original Model.

(Special Cable to The Washington Herald and Chicago Tribune.) By CHARLES DAILEY.

Tsingtao, Aug. 4.-The German civilization in Tsingtao has had a marvelous reaction on the constructive ambitions of Japan. Japan must have had her eyes upon Tsingtao long before the chance of wa gave her the opportunity years ago of wresting it from Ger many, for her plan of battle, so carefully explained and shown to visitors, was such that the beau-tiful city was left absoluted un-Such careful shell fire, such ham

mering only at vulnerable spots like observation stations and a few bts on the plain to the north of the city where the Germans had established a magnificent defense shell hole to be found in the entire city. It is cleaner, brighter, pret than any town in all Japan and beyond doubt the most beautiful city in the Orient.

On the splendid foundations of the Germans the Japanese have builded wisely and well. Hundreds of acres have been reclaimed from the sea, hundreds more have been

OPTIMISTIC VIEW. Mrs. Harrison Delighted OF TRADE REVIVAL IN LABOR REPORT

Survey of District Indicates Activity in Building Business.

General optimism which every. where agrees as to the certainty of business revival varies only in the the employment service of the Department of Labor announces the re-

in employment are shown in railroad repair shops; vehicles for land transportation; statement: leather and its finished products; textiles and their products; lumber and its manufactures, tobacco manufactures and paper and printing.

The encouraging tone of the report is neutralized somewhat by the statement that considerable unemployment still exists but is confined generally to those without trade or profession.

Healthy Outlook Here.

auto mechanics and considerable activity in the building trades. The Washington Terminal company of higher income surtaxes should be reficials state that there are no further reductions in their forces con-

Trade Booms in Virgina Virginia textile mills report an increase in employment over the previous month (June) and from the coal mines an increase is also reported. A large tobacco plant in Petersburg resumed operations after a

shut down. In Maryland the outlook is considered to be decidedly optimistic. Hagerstown reports silk mills, cement concerns, and a large organ factory all running full time. The industrial situation has improved in the last thirty days and further improvement is looked for in the near

Other bright spots in the indus-rial situation are the continued vitality of textiles and the widesprea gains in the building trades. General building operations seem to be gathering impetus steadily and concreasing in all parts of the United States. struction programs are gradually in-

Who Will Be . "Miss Washington?"

Of course, she must be the mest charming and attractive young woman in Washington. for she is to represent the District at a great pageant to be held at Atlantic City.

She is being selected through The Washington Herald. All that is necessary is to there is no expense, or so

Fer particulars, see page \$

TAXES MUST BE INCREASED. **MELLON SAYS**

Republicans Shocked by Statement of Head Of Treasury.

DEMOCRATS HAPPY; OFFER NO REMEDY

Nation Faces 300 Million Deficit for the Year, House Told.

By RALPH H. TURNER.

Republican leaders in Congress admittedly are concerned over Secretary Mellon's presentation of the government's fiscal situation, while Democrats declare the most vulner able point in the opposition's policy is now hared to attack. Because of Congressional elections coming next year, the situation is intensified with unusual emphasis.

Mellon Gives Shock. With frankness that almos aused a shock. Secretary Mellor informed the House Ways an Means Committee yesterday that: Taxes must increased \$266,000,000

all its expenditures during the pres ent fiscal year. Reduction of taxes is impossible n the basis of existing expense es

annually if the government meets

the end of the year, an additional \$70,000,000 must be collected by inernal taxation. Even with proposed reductions,

Unless the tariff bill is passed b

he internal revenue yield cannot e permitted to fall below \$3,570,-Total current expenditures for the present year are about \$4,554,012 .-817. With maximum receipts placed

at \$4,217,648,000, this leaves a deficit of \$336,369,817 on the basis of pres nt laws The government still is spending more than \$10,000,000 a day. Ex-penses for July, 1921, were \$322,000,-900 or \$15,000,000 more than in July,

Commenting on Mellon's statement, chairman Bordney, of the Ways and deans Committee, said taxes should Means Committee, said taxes should be reduced in spite of Melion's figures, and that money should be borrowed to make up the deficit. Mr. Melion, however, is opposed to this. Representative Garner, ranking Democrat on the Ways and Means Committee, predicted "trouble" for the Republicans. "It's like this," Mr. Garner said. Mellon says "here are our obliga-

Mellon says 'here are our obliga-tions and we can't evade them.' And the Republican committeemen reply, But you must cut the expenditures and we must cut the taxes, for the no one knows how it's going to be one. On the basis of Mr. Mellon's statement, the only way expenses and taxes can be reduced in by evad-

July.

Sult of its survey for the month of functions of the government."

Representative Mondell, Republican House leader, conceded that some alarm has arisen from the tax situation and countered with this

ing obligations or by impairing the

"There seems to be a persistent it will not be possible to appreciably lighten taxes and that the best that can be expected is a shifting of the burden. But the American people are expecting a lifting rather than a shifting. In my opinion they will not be disappointed."

Cut. Urges Mondell.

Government departments will not be permitted to spend the sums they had anticipated spending, Mondel In the District of Columbia, the report shows a demand for expert practical" to reduce the total tax levy by at least \$500,000,000 and still meet essential expenses.
"The excess profits tax and the

pealed and nothing substituted for them," Mondell explained. "The socalled nuisance taxes and the transportation tax, in whole or in part, should be repealed and some simple tax, such as the proposed 5 per cent flat increase on corporation to should be enacted in their place Mondell was opposed to increased

postage, the bank check stamp and the automobile tax.

Representative Longworth, of the Ways and Means Committee, pointed out that the proposed payment of \$500,000,000 to the railroads, and several other items, would be disposed of by next year, making it possible to lighten the burden. Longworth also indicated radical cuts in appropriations. The Shipping Board, which has asked for \$250,000,000

probably will get no more than \$100,000,000, he said. Garner, attacking the suggestion that the railroad debt be funded and ertificates of indebtedness issued. said the country "already was satu rated with these certificates" and doubted whether more could be ab-sorbed. He also said that the salvage of war materials. which Mellon included as income, was diminishing daily as a source of

Senators Worried. Senate leaders of both parties indicate that the tax situation is sub-mitting the Administration to its most trying task, but decline to be quoted before the bill is through

Secretary Mellon made the pointed remark that the Treasury "cannot take into account paper savings or hoped-for reductions in expenditures which cannot reasonably be expected to materalize." The Treasury is on a cash basis, he said, and can consider only cash savings.

The current deficit for last month.
according to Mellon, was about
\$113,000,000, as against \$76,000,000
for July, 1920. He cited these primcipal expenditures for July, 1971; War Department, \$59,000,000; Navy Department, \$56,000,00, and shipping Board, \$32,000,000.